

STATE OF CALIFORNIA
Budget Change Proposal - Cover Sheet
DF-46 (REV 08/15)

Fiscal Year 2016/17	Business Unit 2740	Department Motor Vehicles	Priority No. 5
Budget Request Name 2740-105-BCP-BR-2016-GB		Program 2135 - DRIVER LICENSING AND PERSONAL IDENTIFICATION	Subprogram

Budget Request Description
New Motor Voter Program (AB 1461)

Budget Request Summary

The Department of Motor Vehicles (DMV) is requesting 3.7 PYs and \$3,888,000 in FY 2016/17 (one-time cost) for the implementation of Chapter 729, Statutes 2015 (AB1461, Gonzales). The DMV intends to submit another budget request in fiscal year 2016/17 for the continuation and support of the program. The future budget request will include the workload impacts once all the details of the program are finalized. The DMV continues to work with the Secretary of State (SOS) on the necessary requirements associated with the California New Motor Voter Program.

Chapter 729, Statutes of 2015 (AB 1461, Gonzales) requires DMV to electronically transmit to the SOS specified information related to voter registration, including the applicant's name, date of birth, address, digitized signature, email address, telephone number, language preference, and other voter registration related information, as well as whether the applicant affirmatively declined to register to vote.

Requires Legislation <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Code Section(s) to be Added/Amended/Repealed Amend Section 2100 and 2012 and add to Chapter 4.5 (commencing with section 2260) to Division 2	
Does this BCP contain information technology (IT) components? <input type="checkbox"/> Yes <input type="checkbox"/> No <i>If yes, departmental Chief Information Officer must sign.</i>	Department CIO	Date

For IT requests, specify the date a Special Project Report (SPR) or Feasibility Study Report (FSR) was approved by the Department of Technology, or previously by the Department of Finance.

☐ FSR ☐ SPR Project No. Date:

If proposal affects another department, does other department concur with proposal? ☐ Yes ☐ No
Attach comments of affected department, signed and dated by the department director or designee.

Prepared By David Cress	Date 10/16/15	Reviewed By <i>Robert Cress</i>	Date 12/29/15
Department Director <i>[Signature]</i>	Date 12/31/2015	Agency Secretary <i>[Signature]</i>	Date 12/31/15

Department of Finance Use Only

Additional Review: ☐ Capital Outlay ☐ ITCU ☐ FSCU ☐ OSAE ☐ CALSTARS ☐ Dept. of Technology

BCP Type: ☐ Policy ☐ Workload Budget per Government Code 13308.05

PPBA <i>[Signature]</i>	Date submitted to the Legislature 1/7/2016
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**2740 Department of Motor Vehicles
BUDGET CHANGE PROPOSALS
2016/17 FISCAL YEAR**

TITLE OF PROPOSED CHANGE

(BCP #5)

New Statutes BCP – Chapter 729, Statutes 2015 (AB1461, Gonzales)

California New Motor Voter Program

DESCRIPTION:

The Department of Motor Vehicles is requesting 3.7 PYs and \$3,888,000 million in FY 2016/17 (one-time cost) for implementation of Chapter 729, Statutes 2015 (AB1461, Gonzales).

AB 1461 – SUMMARY

This Budget Change Proposal (BCP) is associated with preparing for the implementation of the California New Motor Voter Program as defined in Chapter 729, Statutes of 2015 (AB1461, Gonzales). The DMV intends to submit another budget request in fiscal year 2016/17 for the continuation and support of the program. The future budget request will include the workload impacts once all the details of the program are finalized. The DMV continues to work with the SOS on the necessary requirements associated with the California New Motor Voter Program.

The automatic voter registration process is for specified individuals who apply for a driver license (DL) or identification (ID) card, or submits a change of address to the DMV. This bill requires the DMV to electronically transmit to the SOS specified information related to voter registration, including the applicant's name, date of birth, address, digitized signature, email address, telephone number, language preference, and other voter registration related information, as well as whether the applicant affirmatively declined to register to vote.

BACKGROUND:

The National Voter Registration Act (NVRA) of 1993 was signed into law and mandated that all 50 states comply to make it easy for U.S. citizens to register to vote when applying for a DL/ID card. These mandates include the requirement to offer the voter registration option to every customer who applies for a DL/ID card.

The department revised its DL/ID card application form to include an attached voter registration application. The DL/ID card application was further revised to add prominent language regarding the department's voter registration services by including a section that states, "Do you wish to register to vote or update your voter record?" The applicant must indicate that he or she:

1. Is registering to vote for the first time or is requesting a voter registration change (name change or change in political party).
2. Does not wish to register to vote or change the voter registration address.
3. Requests the department to update the voter registration address to a new county.
4. Requests the department to update the voter registration address within the same county.

The department mails all completed voter registration forms to local election officials. The department currently provides files to the SOS on all DL/ID card holders approaching their 18th birthday. The SOS then follows up by communicating to individuals regarding his or her right to vote. A voter registration affidavit is also enclosed with DL renewal notices. The department also assists with online voter registration through the Secretary of State's website by providing the SOS with a copy of a DL/ID card holder's digitized signature in order to complete the online voter registration process.

**2740 Department of Motor Vehicles
BUDGET CHANGE PROPOSALS
2016/17 FISCAL YEAR**

TITLE OF PROPOSED CHANGE

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New Statutes BCP – Chapter 729, Statutes 2015 (AB1461, Gonzales)

Justification:

AB 1461 requires DMV, in consultation with the SOS, to establish a schedule and method for DMV to electronically provide to the SOS specified applicants' records. DMV will provide the following information associated with each specified individual who submits an application for a DL/ID card pursuant to California Vehicle Code (CVC) §§12800, 12815, or 13000, or who notifies the department of a change of address pursuant to CVC §14600:

- Name
- Date of birth
- Either or both residence address and mailing address, as contained in the department's records
- Digitized signature, as described in CVC §12950.5
- Telephone number, if available
- Email address, if available
- Language preference
- Political party preference
- Whether the person chooses to become a permanent vote by mail voter
- A notation that the applicant has attested that he or she meets all voter eligibility requirements, including U.S. citizenship
- Whether the person affirmatively declined to become registered to vote during a transaction with the department
- Other information specified in regulations

The costs incurred by the DMV for implementation are related to the reengineering of current processes, new hardware, software, and equipment, as well as systems programming.

Due to the requirement of needing additional customer information, DMV will eliminate the current practice of combining change of addresses for DL/ID cards and VR on a single form (DMV 14). Instead, each process (DL/ID and VR) will have separate forms and separate work streams.

The change of address forms processed through the mail will now require additional time to key a significant number of new data elements to complete the voter registration portion, adding to the overall transaction time.

The current renewal-by-mail process for DL/ID cards involving a tear-off stub will also be abandoned and replaced by a full-page form that contains all necessary elements for renewal of a DL/ID card and construction of a data file for SOS. In order to collect the voter registration information for renewal-by-mail transactions, the department will need to purchase new automated mail processing machines to handle the full-size form and number of data elements. This will create an additional headquarters processing workload for both the operation of the machines and the technician review of forms when the automated system could not read all data elements.

**2740 Department of Motor Vehicles
BUDGET CHANGE PROPOSALS
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New Statutes BCP – Chapter 729, Statutes 2015 (AB1461, Gonzales)

AB 1461 specifies that DMV shall commence implementation of this section no later than one year after the SOS certifies all of the following:

- The state has a statewide voter registration database that complies with the requirements of the federal Help America Vote Act of 2002 (52 U.S.C. Section 20901 et seq.).
- The Legislature has appropriated the funds necessary for the SOS and DMV to implement and maintain the California New Motor Voter Program.
- The SOS has adopted regulations to implement the provisions of the bill.

General Assumptions:

- Assumes implementation date of July 1, 2017.
- Assume all applicable forms will need to be modified and all existing applicable forms will be destroyed. The current renewal by mail (RBM) process for DL/ID involving a tear-off stub will also be abandoned and replaced by a full page form that contains all necessary elements for the SOS.
- Assume all DMV systems that deal with change of address and DL/ID will require programming changes.

<i>Tasks Associated with Positions:</i>		
Personal Services:	2016/17 PYs	2016/17 PYs
Programming modifications on DMV systems that process DL/ID or Change of address (6,669 hours)	3.7	\$424,000
TOTAL:	3.7	\$424,000

Operating Expense/Equipment:	2016/17
DL/ID and change of address forms reprint and/or destruction	\$1,340,000
OPEX machine replacement and acquisition of additional (onetime) and Maintenance contract (ongoing)	\$1,660,000
DMV DL/ID systems software modification and update	\$457,000
Facilities Cost for new cabling of OPEX machines	\$7,000
TOTAL:	\$3,464,000

TOTAL: \$3,888,000

BCP Fiscal Detail Sheet

BCP Title: New Motor Voter Program (AB 1461)

DP Name: 2740-105-BCP-DP-2016-GB

Budget Request Summary

	FY16					
	CY	BY	BY+1	BY+2	BY+3	BY+4
Positions - Permanent	0.0	3.7	0.0	0.0	0.0	0.0
Total Positions	0.0	3.7	0.0	0.0	0.0	0.0
Salaries and Wages						
Earnings - Temporary Help	0	272	0	0	0	0
Total Salaries and Wages	\$0	\$272	\$0	\$0	\$0	\$0
Total Staff Benefits	0	152	0	0	0	0
Total Personal Services	\$0	\$424	\$0	\$0	\$0	\$0
Operating Expenses and Equipment						
5301 - General Expense	0	3,464	0	0	0	0
Total Operating Expenses and Equipment	\$0	\$3,464	\$0	\$0	\$0	\$0
Total Budget Request	\$0	\$3,888	\$0	\$0	\$0	\$0

Fund Summary

Fund Source - State Operations						
0001 - General Fund	0	3,888	0	0	0	0
Total State Operations Expenditures	\$0	\$3,888	\$0	\$0	\$0	\$0
Total All Funds	\$0	\$3,888	\$0	\$0	\$0	\$0

Program Summary

Program Funding						
2135 - Driver Licensing and Personal Identification	0	3,888	0	0	0	0
Total All Programs	\$0	\$3,888	\$0	\$0	\$0	\$0